

Date:

October 4, 2005

Subject:

2006 Renewable Energy Credit Sale

Alameda Power and Telecom (Alameda P&T) is soliciting interest in the Renewable Energy Credits (REC's) associated with Alameda P&T's contractual entitlement for wind energy from the High Winds facility in Solano County. This offer is extended to satisfy any REC requirements for the 2006 calendar year.

Alameda P&T has a 10 MW entitlement for wind energy from the High Winds facility. Current projections for the 2006 calendar year total approximately 29 GWh of renewable wind energy from the facility. This sale offer is for the REC's associated with the entire 2006 output. Due to the variable nature of wind energy, Alameda P&T is issuing this Request for Offers for the metered output of the facility. Prospective bidders should be aware that the actual total of REC's sold could fluctuate from estimated numbers. The High Winds facility meets most certification criteria, including the requirements for Green-e certification.

Interested Parties should submit a written offer of purchase by October 25th, 2005. This offer of purchase should indicate the Parties willingness to enter into a contractual agreement for the transfer of REC's. The agreement will be binding for the 2006 Calendar year subject to contractual terms and conditions.

Alameda P&T reserves the right to unilaterally reject all bids if the gain on sale does not justify the commensurate reduction in renewable resources as reported in its Power Content Label. Alameda P&T will review the offers and notify the winner shortly thereafter. The final contractual sale will be subject to the approval of the Alameda Public Utilities Board.

Please contact Mr. Nicolas Procos at (510) 748-3931 if you have further questions.

Valerie O. Fong

General Manager